

Budget Bulletin

HEALTH

FY 2005

Thru: March 4, 2004

SUMMARY OF FUNDING (General Fund)

	Governor Walker's Recommendations	Approved by Legislature	Difference from Governor
Total Budget -- FY 2005			
1 FY 2005 Beginning Base Budget - (see Section A)	\$263,677,400	\$263,677,400	\$0
2 FY 2005 Base Budget Adjustments (see Section B)	(182,000)	(179,600)	2,400
3 FY 2005 Ongoing Budget Adjustments (see Section C)	22,601,200	21,393,700	(1,207,500)
4 FY 2005 One-time Budget Adjustments (see Section D)	238,000	1,114,300	876,300
5 FY 2005 Compensation and Employee Benefits (see Section E)	1,117,600	1,090,700	(26,900)
6 FY 2005 Total Budget	\$287,452,200	\$287,096,500	(\$355,700)

DETAILS OF FUNDING (General Fund)
Section A - FY 2005 Beginning Base Budget

7 Health			
8 FY 2004 Appropriation	\$263,764,700	\$263,764,700	\$0
9 Less one-time FY 2004 appropriations	(5,600)	(5,600)	0
10 Less adjustments for FY 2004 extra working day	(81,700)	(81,700)	0
11 Subtotal Beginning Base Budget - FY 2005	\$263,677,400	\$263,677,400	\$0

Section B - FY 2005 Base Budget Adjustments

12 Health			
13 Internal Service Fund adjustments	(\$182,000)	(\$179,600)	\$2,400
14 Base budget cuts	0	0	0
15 Subtotal Base Budget Adjustments - FY 2005	(\$182,000)	(\$179,600)	\$2,400

Section C - FY 2005 Ongoing Budget Adjustments

16 Health			
17 Medicaid caseload/utilization - growth at 9.3%	\$18,357,900	\$18,357,900	\$0
18 Medicaid caseload/utilization - ICF/MR, portability growth at 3.0%	208,500	208,500	0
19 Medicaid savings - change in federal match rate	(3,864,600)	(3,864,600)	0
20 Medicaid savings - collections from third party payers	(125,800)	0	125,800
21 Medicaid savings - apply federal match to PCN inpatient physicians	(360,200)	0	360,200
22 Medicaid inflation - pharmacy	4,952,600	4,952,600	0
23 Medicaid savings - pharmacy program initiative	(421,400)	0	421,400
24 Medicaid inflation - mandatory groups (FQHC, etc.)	407,600	407,600	0
25 Medicaid inflation - nursing care facilities	3,446,600	0	(3,446,600)
26 Medicaid adjustment - nursing care facilities (SB 128, HB 3, Item 33)	0	(200,000)	(200,000)
27 Medicaid inflation - hospitals	0	1,000,000	1,000,000
28 Medicaid inflation - dentists, physicians, ambulance	0	402,400	402,400
29 Center for Multicultural Health (SB 135)	0	50,000	50,000
30 Primary Care Network - annual fee reduction (HB 86, HB 3, Item 32)	0	65,000	65,000
31 Local health department COLA at 1%	0	14,300	14,300
32 Subtotal Ongoing Budget Adjustments - FY 2005	\$22,601,200	\$21,393,700	(\$1,207,500)

Section D - FY 2005 One-time Budget Adjustments

33 Health			
34 Local health department COLA at 1%	\$0	\$14,300	\$14,300
35 Primary Care Grants	0	100,000	100,000
36 Medicaid dental - Emergency needs stop-gap	0	1,000,000	1,000,000
37 Medicaid administration - eREP eligibility system interface	238,000	0	(238,000)
38 Subtotal One-time Budget Adjustments - FY 2005	\$238,000	\$1,114,300	\$876,300

Section E - FY 2005 Compensation and Employee Benefits

39 Health			
40 Insurance benefits	\$269,700	\$214,700	(\$55,000)
41 Retirement rate adjustments	277,400	281,000	3,600
42 Cost-of-living adjustments of 2% (1% COLA, 1% one-time bonus)	429,600	454,100	24,500
43 Market comparability adjustments	140,900	140,900	0
44 Subtotal Compensation and Employee Benefits - FY 2005	\$1,117,600	\$1,090,700	(\$26,900)